



MAJOR SOURCE OPERATING PERMIT

Permittee: Mobile Energy, LLC

Facility Name: Hog Bayou Energy Center

Facility No.: 503-8066

Location: Mobile, Mobile County, Alabama

In accordance with and subject to the provisions of the Alabama Air Pollution Control Act of 1971, as amended, <u>Ala. Code</u> 1975, §§22-28-1 to 22-28-23 (2006 Rplc. Vol.) (the "AAPCA") and the Alabama Environmental Management Act, as amended, <u>Ala. Code</u> 1975, §§22-22A-1 to 22-22A-15, (2006 Rplc. Vol.) and rules and regulations adopted thereunder, and subject further to the conditions set forth in this permit, the Permittee is hereby authorized to construct, install and use the equipment, device or other article described above.

Pursuant to the Clean Air Act of 1990, all conditions of this permit are federally enforceable by EPA, the Alabama Department of Environmental Management, and citizens in general. Those provisions which are not required under the Clean Air Act of 1990 are considered to be state permit provisions and are not federally enforceable by EPA and citizens in general. Those provisions are contained in separate sections of this permit.

Issuance Date: DRAFT

Expiration Date:

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| 1. | Trar | nsfer | |
| | or o | s permit is not transferable, whether by operation of law therwise, either from one location to another, from one e of equipment to another, or from one person to ther, except as provided in Rule 335-3-1613(1)(a)5. | Rule 335-3-1602(6) |
| 2. | <u>Ren</u> | <u>ewals</u> | |
| | six | application for permit renewal shall be submitted at least (6) months, but not more than eighteen (18) months, re the date of expiration of this permit. | Rule 335-3-1612(2) |
| | to o _l and | source for which this permit is issued shall lose its right perate upon the expiration of this permit unless a timely complete renewal application has been submitted in the time constraints listed in the previous paragraph. | |
| 3. | Seve | erability Clause | |
| | and clau inva juris inva conf subjuris | provisions of this permit are declared to be severable if any section, paragraph, subparagraph, subdivision, se, or phrase of this permit shall be adjudged to be lid or unconstitutional by any court of competent ediction, the judgment shall not affect, impair, or lidate the remainder of this permit, but shall be fined in its operation to the section, paragraph, paragraph, subdivision, clause, or phrase of this permit shall be directly involved in the controversy in which it judgment shall have been rendered. | Rule 335-3-1605(e) |
| 4. | (a) | The permittee shall comply with all conditions of ADEM Admin. Code 335-3. Noncompliance with this permit will constitute a violation of the Clean Air Act of 1990 and ADEM Admin. Code 335-3 and may result in an enforcement action; including but not limited to, permit termination, revocation and reissuance, or modification; or denial of a permit renewal application by the permittee. | Rule 335-3-1605(f) |
| | (b) | The permittee shall not use as a defense in an enforcement action that maintaining compliance with conditions of this permit would have required halting or reducing the permitted activity. | Rule 335-3-1605(g) |

| Fede | erally Enforceable Provisos | Regulations | |
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| 5. | Termination for Cause | | |
| | This permit may be modified, revoked, reopened, and reissued, or terminated for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, or termination, or of a notification of planned changes or anticipated noncompliance will not stay any permit condition. | | |
| 6. | Property Rights | | |
| | The issuance of this permit does not convey any property rights of any sort, or any exclusive privilege. | Rule 335-3-1605(i) | |
| 7 . | Submission of Information | | |
| | The permittee must submit to the Department, within 30 days or for such other reasonable time as the Department may set, any information that the Department may request in writing to determine whether cause exists for modifying, revoking and reissuing, or terminating this permit or to determine compliance with this permit. Upon receiving a specific request, the permittee shall also furnish to the Department copies of records required to be kept by this permit. | Rule 335-3-1605(j) | |
| 8. | Economic Incentives, Marketable Permits, and Emissions Trading | | |
| | No permit revision shall be required, under any approved economic incentives, marketable permits, emissions trading and other similar programs or processes for changes that are provided for in this permit. | Rule 335-3-1605(k) | |
| 9. | Certification of Truth, Accuracy, and Completeness: | | |
| | Any application form, report, test data, monitoring data, or compliance certification submitted pursuant to this permit shall contain certification by a responsible official of truth, accuracy, and completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate and complete. | Rule 335-3-1607(a) | |
| 10. | Inspection and Entry | | |
| | Upon presentation of credentials and other documents as may be required by law, the permittee shall allow authorized representatives of the Alabama Department of Environmental Management and EPA to conduct the | Rule 335-3-1607(b) | |

| Feder | rally E | Enforce | able Provisos | Regulations |
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| | follov | wing: | | |
| | (a) | is loc or w | r upon the permittee's premises where a source eated or emissions-related activity is conducted, here records must be kept pursuant to the tions of this permit; | |
| | (b) | | w and/or copy, at reasonable times, any records must be kept pursuant to the conditions of this it; | |
| | (c) | (inclu | ect, at reasonable times, this facility's equipment adding monitoring equipment and air pollution of equipment), practices, or operations regulated quired pursuant to this permit; | |
| | (d) | or pa | ole or monitor, at reasonable times, substances rameters for the purpose of assuring compliance this permit or other applicable requirements. | |
| 11. | Com | pliance | e Provisions | |
| | (a) | appli | permittee shall continue to comply with the cable requirements with which the company has ied that it is already in compliance. | Rule 335-3-1607(c) |
| | (b) | appli | permittee shall comply in a timely manner with cable requirements that become effective during erm of this permit. | |
| 12. | Com | pliance | e Certification | |
| | than accor requi shall | Augus rding t ired by | the certification shall be submitted yearly no later to 31st unless more frequent periods are specified to the specific rule governing the source or the Department. The compliance certification the reporting period of July 1st through June 30th in the specific states. | Rule 335-3-1607(e) |
| | (a) | The follow | compliance certification shall include the ring: | |
| | | (1) | The identification of each term or condition of this permit that is the basis of the certification; | |
| | | (2) | The compliance status; | |
| | | (3) | The method(s) used for determining the compliance status of the source, currently and over the reporting period consistent with Rule | |

| Fede | rally I | nforceable Pi | rovisos | Regulations |
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| | | | 8-1605(c) (Monitoring and Recordkeeping rements); | |
| | | · · | her compliance has been continuous or nittent; | |
| | | · · | other facts as the Department may re to determine the compliance status of ource; | |
| | (b) | The complia | nce certification shall be submitted to: | |
| | Alal |] | ent of Environmental Management Air Division P.O. Box 301463 omery, AL 36130-1463 | |
| | | | and to: | |
| | | 61 | PCRA Enforcement Branch EPA Region IV Forsyth Street, SW tlanta, GA 30303 | |
| 13. | Reo | ening for Car | <u>ise</u> | |
| | | - | ollowing circumstances, this permit will be the expiration of the permit: | Rule 335-3-1613(5) |
| | (a) | Air Act of I with a remayears. Such than eightee applicable required if | applicable requirements under the Clean 1990 become applicable to the permittee aining permit term of three (3) or more a reopening shall be completed not later en (18) months after promulgation of the requirement. No such reopening is the effective date of the requirement is he date on which this permit is due to | |
| | (b) | requirement source unde by the Adm | equirements (including excess emissions s) become applicable to an affected or the acid rain program. Upon approval inistrator, excess emissions offset plans med to be incorporated into this permit. | |
| | (c) | contains a | ment or EPA determines that this permit material mistake or that inaccurate were made in establishing the emissions | |

| Fede | rally I | nforceable Provisos Regulations | |
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| | | standards or other terms or conditions of this permit. | |
| | (d) | The Administrator or the Department determines that this permit must be revised or revoked to assure compliance with the applicable requirements. | |
| 14. | Addi | ional Rules and Regulations | |
| | exist Rule | permit is issued on the basis of Rules and Regulations and Regulations and Regulations are adopted, it shall be the permit amended amended r's responsibility to comply with such rules. | e o a: |
| 15. | <u>Equi</u> | oment Maintenance or Breakdown | |
| | (a) | In the case of shutdown of air pollution control equipment (which operates pursuant to any permit issued by the Director) for necessary scheduled maintenance, the intent to shut down such equipment shall be reported to the Director at least twenty-four (24) hours prior to the planned shutdown, unless such shutdown is accompanied by the shutdown of the source which such equipment is intended to control. Such prior notice shall include, but is not limited to the following: (1) Identification of the specific facility to be taken out of service as well as its location and permit number; (2) The expected length of time that the air pollution control equipment will be out of service; (3) The nature and quantity of emissions of air contaminants likely to occur during the | , (2) |
| | | shutdown period; (4) Measures such as the use of off-shift labor and equipment that will be taken to minimize the length of the shutdown period; | |
| | | (5) The reasons that it would be impossible or impractical to shut down the source operation during the maintenance period. | |
| | (b) | In the event that there is a breakdown of equipment or upset of process in such a manner as to cause, or is expected to cause, increased emissions of air | |

| Fede | rally Enforceable Prov | visos | Regulations |
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| | shall notify th working day pertinent facts the breakdown | which are above an applicable person responsible for such equipment e Director within 24 hours or the next and provide a statement giving all s, including the estimated duration of h. The Director shall be notified when has been corrected. | |
| 16. | Operation of Captur | e and Control Devices | |
| | which this permit operated at all time emissions of air contathe above equipment | atrol devices and capture systems for is issued shall be maintained and is in a manner so as to minimize the aminants. Procedures for ensuring that is properly operated and maintained so emission of air contaminants shall be | §22-28-16(d), Code of Alabama 1975, as amended |
| 17. | Obnoxious Odors | | |
| | obnoxious odors ar verified by Air Divis odorous emissions s the Alabama Depar | ned with the condition that, should rising from the plant operations be ion inspectors, measures to abate the hall be taken upon a determination by tment of Environmental Management es are technically and economically | Rule 335-3-108 |
| 18. | Fugitive Dust | | |
| | emanating fro | hall be taken to prevent fugitive dust om plant roads, grounds, stockpiles, s, hoppers, ductwork, etc. | Rule 335-3-402 |
| | in the followin airborne. A m following met | roads and grounds will be maintained g manner so that dust will not become inimum of one, or a combination, of the hods shall be utilized to minimize from plant or haul roads and grounds: | |
| | surface the crea | application of water any time the of the road is sufficiently dry to allow ation of dust emissions by the act of vehicular traffic; | |
| | · , , — — | acing the speed of vehicular traffic to a elow that at which dust emissions are | |

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| | | | created; | |
| | | (3) | By paving; | |
| | | (4) | By the application of binders to the road surface at any time the road surface is found to allow the creation of dust emissions; | |
| | adeq and exclu cont Alter | uately ground isively rol tecl native | e, or a combination, of the above methods fail to reduce airborne dust from plant or haul roads its, alternative methods shall be employed, either or in combination with one or all of the above hniques, so that dust will not become airborne. methods shall be approved by the Department lization. | |
| 19. | <u>Addi</u> | tions | and Revisions | |
| | | | ications to this source shall comply with the in procedures in Rules 335-3-1613 or 335-3-16- | Rule 335-3-1613 and .14 |
| 20. | Reco | rdkee | ping Requirements | |
| | (a) | | ords of required monitoring information of the ce shall include the following: | Rule 335-3-1605(c)2 |
| | | (1) | The date, place, and time of all sampling or measurements; | |
| | | (2) | The date analyses were performed; | |
| | | (3) | The company or entity that performed the analyses; | |
| | | (4) | The analytical techniques or methods used; | |
| | | (5) | The results of all analyses; and | |
| | | (6) | The operating conditions that existed at the time of sampling or measurement. | |
| | (b) | and at le samp Supp main | ntion of records of all required monitoring data support information of the source for a period of east 5 years from the date of the monitoring ple, measurement, report, or application. Fort information includes all calibration and attenance records and all original strip-chart redings for continuous monitoring instrumentation | |

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| | | and copies of all reports required by the permit | |
| 21. | Rep | orting Requirements | |
| | (a) | Reports to the Department of any required monitoring shall be submitted at least every 6 months. All instances of deviations from permit requirements must be clearly identified in said reports. All required reports must be certified by a responsible official consistent with Rule 335-3-1604(9). | |
| | (b) | Deviations from permit requirements shall be reported within 48 hours or 2 working day of such deviations, including those attributable to upset conditions as defined in the permit. The report will include the probable cause of said deviations, and any corrective actions or preventive measures that were taken. | |
| 22. | <u>Emi</u> | ssion Testing Requirements | |
| | prov safet acco 40 o | n point of emission which requires testing will be ided with sampling ports, ladders, platforms, and other ty equipment to facilitate testing performed in rdance with procedures established by Part 60 of Title of the Code of Federal Regulations, as the same may be inded or revised. | Rule 335-3-105(3) and Rule 335-3-1- .04(1) |
| | in a subr | Air Division must be notified in writing at least 10 days dvance of all emission tests to be conducted and nitted as proof of compliance with the Department's air ation control rules and regulations. | |
| | proc | avoid problems concerning testing methods and edures, the following shall be included with the fication letter: | |
| | (1) | The date the test crew is expected to arrive, the date and time anticipated of the start of the first run, how many and which sources are to be tested, and the names of the persons and/or testing company that will conduct the tests. | Rule 335-3-104 |
| | (2) | A complete description of each sampling train to be used, including type of media used in determining gas stream components, type of probe lining, type of filter media, and probe cleaning method and solvent to be used (if test procedures require probe cleaning). | |

| | nforceable Provisos | Regulations |
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| (3) | A description of the process(es) to be tested including the feed rate, any operating parameters used to control or influence the operations, and the rated capacity. | |
| (4) | A sketch or sketches showing sampling point locations and their relative positions to the nearest upstream and downstream gas flow disturbances. | |
| owner | test meeting may be held at the request of the source or the Air Division. The necessity for such a meeting he required attendees will be determined on a case-by- pasis. | Rule 335-3-104 |
| 30 da | st reports must be submitted to the Air Division within ays of the actual completion of the test unless an sion of time is specifically approved by the Air Division. | |
| 3. <u>Paym</u> | ent of Emission Fees | |
| | al emission fees shall be remitted each year according fee schedule in ADEM Admin. Code R. 335-1-704. | Rule 335-1-704 |
| 4. Other | Reporting and Testing Requirements | |
| fuel a may pollut may r | ission of other reports regarding monitoring records, nalyses, operating rates, and equipment malfunctions be required as authorized in the Department's air ion control rules and regulations. The Department equire emission testing at any time. | Rule 335-3-104(1) |
| Any finclude Class 82, S and practice recycles | VI Requirements (Refrigerants) Cacility having appliances or refrigeration equipment, ding air conditioning equipment, which use Class I or II ozone-depleting substances as listed in 40 CFR Part subpart A, Appendices A and B, shall service, repair, maintain such equipment according to the work ces, personnel certification requirements, and certified ing and recovery equipment specified in 40 CFR Part subpart F. | 335-3-1605(a) |
| Class the re | erson shall knowingly vent or otherwise release any I or Class II substance into the environment during pair, servicing, maintenance, or disposal of any device t as provided in 40 CFR Part 82, Subpart F. | |
| The r | esponsible official shall comply with all reporting and | |

| Fede | rally l | Enforceable Provisos | Regulations |
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| | shal requ | be submitted to the US EPA and the Department as ired. | |
| 26. | Che | mical Accidental Prevention Provisions | |
| | pres | chemical listed in Table 1 of 40 CFR Part 68.130 is ent in a process in quantities greater than the threshold atity listed in Table 1, then: | 40 CFR Part 68 |
| | (a) | The owner or operator shall comply with the provisions in 40 CFR Part 68. | |
| | (b) | The owner or operator shall submit one of the following: | |
| | | (1) A compliance schedule for meeting the requirements of 40 CFR Part 68 by the date provided in 40 CFR Part 68 § 68.10(a) or, | |
| | | (2) A certification statement that the source is in compliance with all requirements of 40 CFR Part 68, including the registration and submission of the Risk Management Plan. | |
| 27. | Disp | lay of Permit | |
| | at th | permit shall be kept under file or on display at all times e site where the facility for which the permit is issued is ed and will be made readily available for inspection by or all persons who may request to see it. | Rule 335-3-1401(1)(d) |
| 28. | Circ | umvention | |
| | any redu cond | device or any means which, without resulting in ction in the total amount of air contaminant emitted, eals or dilutes any emission of air contaminant which d otherwise violate the Division 3 rules and regulations. | Rule 335-3-110 |
| 29. | Visi | ole Emissions | |
| | this discl than sour emis | ss otherwise specified in the Unit Specific provisos of permit, any source of particulate emissions shall not harge more than one 6-minute average opacity greater 20% in any 60-minute period. At no time shall any ce discharge a 6-minute average opacity of particulate sions greater than 40%. Opacity will be determined by CFR Part 60, Appendix A, Method 9, unless otherwise | Rule 335-3-401(1) |

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| | spec | rified in the Unit Specific provisos of this permit. | 1 |
| 30. | <u>Fuel</u> | l-Burning Equipment | |
| | (a) | Unless otherwise specified in the Unit Specific provisos of this permit, no fuel-burning equipment may discharge particulate emissions in excess of the emissions specified in Rule 335-3-403. | |
| | (b) | Unless otherwise specified in the Unit Specific provisos of this permit, no fuel-burning equipment may discharge sulfur dioxide emissions in excess of the emissions specified in Rule 335-3-501. | Rule 335-3-501 |
| 31. | Proc | cess Industries - General | • |
| 32. | this in ex | ess otherwise specified in the Unit Specific provisos of permit, no process may discharge particulate emissions access of the emissions specified in Rule 335-3-404. Traging Time for Emission Limits | Rule 335-3-404 |
| | for 1 | ess otherwise specified in the permit, the averaging time the emission limits listed in this permit shall be the inal time required by the specific test method. | Rule 335-3-105 |
| 33. | Perr | mit Shield | |
| | acco com deen the a rene been in Ta | ermit shield exists under this operating permit in ordance with ADEM Admin. Code 335-3-1610 in that pliance with the conditions of this permit shall be ned compliance with any applicable requirements as of date of permit issuance. The permit shield is based on accuracy of the information supplied in Table E-1 of the swal application for this permit. Under this shield, it has a determined that requirements listed as non-applicable able E-1 of the renewal application are not applicable to source. | Rule 335-3-1610(1) |

Summary Page for 178 MW Natural Gas/Distillate Fuel Oil fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery boiler with Selective Catalytic Reduction (SCR)

Permitted Operating Schedule: 8760 Hrs/yr

Emission limitations:

| Emission | Description | Pollutant | Emission limits | Regulation |
|----------|--|-----------------|---|--|
| Point # | | | | |
| 001 | 178 MW Natural Gas/Distillate Fuel Oil Fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery Boiler with Selective Catalytic Reduction | PM | DB – 0.03 lb/MMBru CT & DB: NG Firing: 0.009 lb/MMBtu & 14.2 lb/hr FO Firing: 0.011 lb/MMBtu & 21.7 lb/hr CT: FO Firing: 0.014 lb/MMBtu & 17.0 lb/hr | 40 CFR 60 Subpart Da ADEM Admin. Code r. 335-3-1404(9)(b) BACT |
| 001 | 178 MW Natural Gas/Distillate Fuel Oil Fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery Boiler with Selective Catalytic Reduction | NOx | CT – 75 ppmv adjusted for heat rate and fuel bound nitrogen (4-hr rolling average) DB – 1.6 lb/MWh CT & DB: NG Firing: 0.013 lb/MMBtu & 32.4 lb/hr FO Firing: 0.167 lb/MMBtu & 377.8 lb/hr (3-hr rolling average) | 40 CFR 60 Subpart GG 40 CFR 60 Subpart Da ADEM Admin. Code r. 335-3-1404(9)(b) BACT |
| | | | CT: FO Firing: 0.167 lb/MMBtu & 331.0 lb/hr (3-hr rolling average) | |
| 001 | 178 MW Natural Gas/Distillate Fuel Oil Fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery Boiler with | SO ₂ | CT – 0.015% by volume at 15% O ₂ on a dry basis or Sulfur content of fuels ≤ 0.8% by weight | 40 CFR 60 Subpart GG |
| | Selective Catalytic Reduction | | DB - 0.20 lb/MMBtu CT & DB: NG Firing: 0.00094 lb/MMBtu & 1.7 lb/hr FO Firing: 0.038 lb/MMBtu & 97.6 lb/hr CT: FO Firing: 0.049 lb/MMBtu & 97.0 lb/hr Sulfur content of fuel oil ≤ 0.05% 9,100,000 fuel oil usage limit | 40 CFR 60 Subpart Da ADEM Admin. Code r. 335-3-1404 Anti-PSD |

| Emission Point # | Description | Pollutant | Emission limits | Regulation |
|---------------------|---|-----------|---|---|
| 001 | 178 MW Natural Gas/Distillate Fuel Oil Fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery Boiler with Selective Catalytic Reduction | СО | CT & DB: NG Firing: 0.040 lb/MMBtu & 99.3 lb/hr FO Firing: 0.058 lb/MMBtu & 147.8 lb/hr CT: FO Firing: 0.0608 lb/MMBtu & 101.0 lb/hr | ADEM Admin. Code r. 335-3-1404(9)(b) BACT |
| 001 | 178 MW Natural Gas/Distillate Fuel Oil Fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery Boiler with Selective Catalytic Reduction | VOC | CT & DB: NG Firing: 0.0074 lb/MMBtu & 14.3 lb/hr FO Firing: 0.008 lb/MMBtu & 18.6 lb/hr CT: FO Firing: 0.0041 lb/MMBtu & 7.5 lb/hr | ADEM Admin. Code r. 335-3-1404(9)(b) BACT |
| 001 | 178 MW Natural Gas/Distillate Fuel Oil Fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery Boiler with Selective Catalytic Reduction | Opacity | 20%, except one 6 min. period/hr of ≤ 27% 10% | 40 CFR 60 Subpart Da ADEM Admin. Code r. 335-3-1404(9)(b) BACT |

Provisos for 178 MW Natural Gas/Distillate Fuel Oil fired Combustion Turbine with a 585 MMBtu/hr Natural Gas Fired Duct Burner and Heat Recovery boiler with Selective Catalytic Reduction (SCR)

| Fed | lerally Enforceable Provisos | Regulations |
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| App | licability | |
| 1. | This source is subject to the applicable requirements of ADEM Admin. Code r. 335-3-16, "Major Source Operating Permits." | Rule 335-3-16 |
| 2. | This source is subject to the applicable requirements of ADEM Admin. Code r. 335-3-1404, "Air Permits Authorizing Construction in Clean Air Areas [Prevention of Significant Deterioration]." | Rule 335-3-1404 |
| 3. | The duct burner is subject to the NSPS regulations for Electric Utility Steam Generating Units, Subpart Da of 40 CFR Part 60. | Rule 335-3-1002(2)(a) |
| 4. | The combustion turbine is subject to the NSPS regulations for | Rule 335-3-1002(33) |
| | Stationary Gas Turbines, 40 CFR Part 60 Subpart GG. | 40 CFR 60 Subpart GG |
| 5. | This source is subject to the applicable requirements of Subpart A, the General Provision of 40 CFR Part 60. | Rule 335-3-1002(1) |
| 6. | This source subject to the Acid Rain Rules contained in Rule 335-3-18 and 40 CFR Part 72, 75, and 76. The applicable Acid Rain Permit is contained in the Acid Rain portion of this Operating Permit. | Rule 335-3-18 and 40 CFR Parts 72, 75, and 76 |
| 7. | Where an applicable requirement of the Act is more stringent than an applicable requirement of regulations promulgated under Title IV of the Act, both provisions are incorporated as enforceable conditions of this permit. | Rule 335-3-1605(a)2 |
| 8. | This source is subject to the applicable provisions of the Cross State Air Pollution Rule found in ADEM Admin. Code r. 335-3-506 through 335-3-536 and ADEM Admin. Code r. 335-3-807 through 335-3-865 | Rules 335-3-506 through 335-3-514 and Rules 335-3-807 through 335-3-865 |
| <u>Em</u> | ission Standards | |
| 1. | The nitrogen oxide emission rate from the combined turbine/duct burner stack shall not exceed 0.013 lb/MMBtu & 32.4 lb/hr while firing natural gas and 0.167 lb/MMBtu & 377.8 lb/hr while firing fuel oil. The nitrogen oxide emission rate shall be monitored using a rolling three-hour average computed by the continuous emission monitor system. | Rule 335-3-1404(9)(b) BACT |

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| 2. | The nitrogen oxide emission rate from the combustion turbine shall not exceed 0.167 lb/MMBtu & 331.0 lb/hr while firing fuel oil. The nitrogen oxide emission rate shall be monitored using a rolling three-hour average computed by the continuous emission monitor system. | Rule 335-3-1404(9)(b) BACT |
| 3. | The carbon monoxide emission rate from the combined turbine/duct burner stack shall not exceed 0.40 lb/MMBtu & 99.3 lb/hr while firing natural gas and 0.058 lb/MMBtu and 147.8 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) Anti-PSD |
| 4. | The carbon monoxide emission rate from the combustion turbine shall not exceed 0.0608 lb/MMBtu & 101.0 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) Anti-PSD |
| 5. | The volatile organic compound emission rate from the combined turbine/duct burner stack shall not exceed 0.0074 lb/MMBtu & 14.3 lb/hr while firing natural gas and 0.008 lb/MMBtu & 18.6 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) BACT |
| 6. | The volatile organic compound emission rate from the combustion turbine shall not exceed 0.0041 lb/MMBtu & 7.5 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) BACT |
| 7. | The particulate matter emission rate from the combined turbine/duct burner stack shall not exceed 0.009 lb/MMBtu & 14.2 lb/hr while firing natural gas and 0.011 lb/MMBtu & 21.7 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) BACT |
| 8. | The particulate matter emission rate from the combustion turbine shall not exceed 0.014 lb/MMBtu & 17.0 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) BACT |
| 9. | Sulfur dioxide emissions from the combined turbine/duct burner stack shall not exceed 0.00094 lb/MMBtu & 1.7 lb/hr while firing natural gas and 0.038 lb/MMBtu & 97.6 lb/hr while firing fuel oil. | Rule 335-3-1404(9)(b) BACT |
| 10. | Sulfur dioxide emissions from the combustion turbine shall not exceed 0.049 lb/MMBtu & 97.0 lbs/hr while burning fuel oil. | Rule 335-3-1404(9)(b) BACT |
| 11. | Visible emission from the combined turbine/duct burner stack shall not exceed 10% opacity. | Rule 335-3-1404(9)(b) BACT |
| 12. | Nitrogen Oxides emissions from the combustion turbine shall not exceed 75 ppmv adjusted for heat rate and fuel bound nitrogen, based upon 4-hour rolling averages. | Rule 335-3-1002(33) 40 CFR 60 Subpart GG |

| Fed | erally Enforceable Provisos | Regulations |
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| 13. | Nitrogen Oxides emissions from the duct burner shall not exceed 1.6 lb/MWh based upon 30 day rolling averages. | Rule 335-3-1002(2)(a) 40 CFR 60 Subpart Da |
| 14. | Sulfur dioxide emissions from the combustion turbine shall not exceed 0.015 percent by volume on a dry basis at 15% oxygen or the sulfur content of all fuels burned in the combustion turbines shall not exceed 0.8% by weight. | Rule 335-3-1002(33) 40 CFR 60 Subpart GG |
| 15. | Sulfur dioxide emissions from the duct burner shall not exceed 0.20 lb/MMBtu. | Rule 335-3-1002(2)(a) 40 CFR 60 Subpart Da |
| 16. | Particulate emissions from the duct burner shall not exceed 0.03 lb/MMBtu. | Rule 335-3-1002(2)(a) 40 CFR 60 Subpart Da |
| 17. | Exceptions to the Rules and Regulations for provisos 1-11 above are granted for startup, shutdown, load change, and during turbine fuel transfer from natural gas to distillate fuel oil or from distillate fuel oil to natural gas as defined below: | Rule 335-3-401(c) |
| | Startup – Exemptions due to startup shall cease 35-minutes after the combustion turbine meets the Department approved start-up point. The Department must approve in writing any change to the start-up point prior to modifying such point. | |
| | Shutdown – Exemptions due to shutdown shall commence upon initiation of shutdown or due to a failure of the unit. | |
| | Load Change – Exemptions due to combustion turbine load change shall commence when the combustion turbine increases or decreases in load at a rate approved by the Department. The Department must approve in writing any change to the load rate point prior to modifying such point. | |
| | Fuel Transfer – Exemptions due to fuel transfer shall commence upon initiation of the fuel transfer. | |
| 18. | The combustion turbine shall fire only natural gas and distillate fuel oil. The sulfur content of the distillate fuel oil shall not exceed 0.05% by weight. The duct burner shall fire only natural gas. | Rule 335-3-1404(9)(b) BACT |
| 19. | The combustion turbine shall not burn more than 9,100,000 gallons of distillate fuel oil in any consecutive 12-month period. | Rule 335-3-1404 BACT |
| 20. | Emissions exceeding any allowances that the source lawfully holds under Title IV of the Act or the regulations promulgated thereunder are prohibited. | Rule 335-3-1605(d) |

| Fed | lerally Enforceable Provisos | Regulations |
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| 21. | The owners and operators of each source subject to the Cross State Air Pollution Rule (CSAPR) shall comply with all applicable provisions of Rules 335-3-506 through 335-3-536 and Rules 335-3-807 through 335-3-865 | Rules 335-3-506 through 335-3-536 and Rules 335-3-807 through 335-3-865 |
| 22. | In the absence of CSAPR, the owners and operators of each affected source shall comply immediately upon the compliance date of any such rule that replaces or supplements CSAPR. | General Provisos 11(b) and 14 |
| Con | npliance and Performance Test Methods and Procedures | |
| 1 | Compliance with the Nitrogen Oxides emissions standards shall be determined by EPA Reference Method 20 or 7E as found in Appendix A of 40 CFR 60. Alternate methods may be utilized if approved in advance by the Department. | Rule 335-3-105 |
| ; | Compliance with the Carbon Monoxide emissions standards shall be determined by EPA Reference Method 10 as found in Appendix A of 40 CFR 60. Alternate methods may be utilized if approved in advance by the Department. | Rule 335-3-105 |
| : | Compliance with the Volatile Organic Compounds emissions standards shall be determined by EPA Reference Method 25, 25A, or 25B, as found in Appendix A of 40 CFR 60. Alternate methods may be utilized if approved in advance by the Department. | Rule 335-3-105 |
| | Compliance with the particulate emissions standards shall be determined by EPA Reference Method 5 or 17, as found in Appendix A of 40 CFR 60. Alternate methods may be utilized if approved in advance by the Department. | Rule 335-3-105 |
| | Compliance with the sulfur dioxide emissions standards shall be determined by 40 CFR 75, Appendix D or by EPA Reference Method 6, 6A, or 6B, as found in Appendix A of 40 CFR 60. Alternate methods may be utilized if approved in advance by the Department. | Rule 335-3-105 |
|] | Compliance with the fuel sulfur content limits shall be determined by ASTM D129-91, D1552-90, D2622-92, D4294-90, D 1072-80 or 90 (Reapproved 1994), D 3031-81, D 40840-82 or 94, or D 3246-81, 92, or 96, or the latest editions or test methods approved by 40 CFR Part 75 (as currently incorporated or as amended). Alternate methods may be utilized if approved in advance by the Department. | Rule 335-3-105 |
| | Compliance with the opacity standards shall be determined by EPA Reference Method 9 as found in Appendix A of 40 CFR 60. | Rule 335-3-105 |
| Emi | ission Monitoring | |
| 1. ′ | The continuous emissions monitoring system (CEMS) to | Rule 335-3-1404 |

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| | oper oxid hou syst of | sure nitrogen oxide emissions shall continue to be rated at a location approved by the Director. The nitrogen le emission rate shall be monitored using a rolling three-rayerage computed by the continuous emission monitor em. The CEMS shall meet the specifications and procedures to CFR Part 75 and will be certified and maintained in ordance with 40 CFR Part 75. | BACT 40 CFR 75 |
| Re | cord: | keeping and Reporting Requirements | |
| 1. | the | ords of the sulfur content of the distillate fuel oil burned in combustion turbine shall be kept in a form suitable for section for a period of at least five years. | |
| 2. | fuel | ords of the monthly and rolling 12-month totals of distillate oil usage in the combustion turbine shall be maintained in rm suitable for inspection for a period of at least five years. | Rule 335-3-1605(c) |
| 3. | bur: | excess emissions report for the combined turbine/duct ner stack as defined by 40 CFR Part 60, Subpart A, §60.7(c) (d), shall be submitted to the Department within thirty is of the end of each calendar quarter in the following format: | Rule 335-3-1605(c) |
| | NO | | |
| | A. | Source Operating Time (all times and periods in hours) | |
| | В. | Time Monitoring System was Able to Record Source Performance * | |
| | C. | Monitor Availability (%) = B/A x 100 | |
| | D. | Total Excess Emission Periods where the CEM data may indicate emissions above standards ** | |
| | E. | Overall Source Performance (%) = $[(B - D)/B] \times 100$ | |
| | F. | Exempt Periods (as applicable) - F(x) | |
| | | F1 = Startup/Shutdown F2 = Load Change | |
| | G. | Net Excess Emissions – $G(x) = D - F(x)$ | |

H. Net Source Performance (%) - H(x):

$$= [1 - (G(x)/(B - F(x)))] \times 100$$

$$= [(B - F(x) - G(x))/(B - F(x))] \times 100$$

I. Overall Exceedances (%) - Percent of time above the standard due to all reasons:

$$= (D/B) \times 100$$

J. Net Exceedances (%) - Percent of time above the standard due to non-exempt reasons:

$$= [(B - F_{(x)})/B] \times 100$$

K. Exempt Period Exceedances (%) – Percent of time above the standard due to an exempted reason

$$SU/SD = (F_1/B) \times 100$$

Load Change =
$$(F_2/B) \times 100$$

- * Information identifying each period during which the monitoring systems were inoperative (except for zero and span checks) and the nature of the system repairs or adjustments will be maintained and made available upon request.
- ** Report date, time duration, magnitude, cause and corrective action taken for each occurrence. NO_X emissions rate (lb/MMBtu) will be computed as a 3-hour rolling average.
- NOTE: Data recorded during periods of system breakdowns, repairs, adjustments, and calibration checks shall not be included in any of the above data averages.
- NOTE: 40 CFR Part 60, Subpart A, §60.7(d) provides additional requirements concerning identification of the monitoring system, changes to the monitoring system, process or controls and certification of the report.

Acid Rain Requirements

1. This unit is subject to the Acid Rain rules contained in Rule 335-3-18 and 40 CFR Parts 72, 73 and 75. Applicable Acid Rain permits are contained in the Acid Rain portion of this Operating Permit.

Rule 335-3-18 40 CFR Parts 72, 73 and 75

CSAPR Requirements

1. These units are subject to the Cross-State Air Pollution Rule (CSAPR) and shall comply with all applicable provisions of Rules 335-3-5-.06 through 335-3-5-.36 and Rules 335-3-8-.07 through 335-3-8-.65.

Rules 335-3-5-.06 through 335-3-5-.36 and Rules 335-3-8-.07 through 335-3-8-.65

Summary Page for MACT Subpart ZZZZ – Existing Emergency Firewater Pump

Permitted

Operating Schedule: 24 Hrs/day x 7 Days/week x 52 Weeks/yr = 8760 Hrs/yr

Emission limitations:

| Emission Point # | Description | Pollutant | Emission limit | Regulation |
|------------------|---|-----------------|-------------------------|-------------------|
| 003 | 240 HP Existing Diesel Fuel Oil Fired Firewater Pump | PM | N/A | N/A |
| 003 | 240 HP Existing Diesel Fuel Oil Fired Firewater Pump | SO ₂ | N/A | N/A |
| 003 | 240 HP Existing Diesel Fuel Oil Fired Firewater Pump | NOx | N/A | N/A |
| 003 | 240 HP Existing Diesel Fuel Oil Fired Firewater Pump | СО | N/A | N/A |
| 003 | 240 HP Existing Diesel Fuel Oil Fired Firewater Pump | VOC | N/A | N/A |
| 003 | 240 HP Existing Diesel Fuel Oil Fired Firewater Pump | Opacity | See General Provisos | Rule 335-3-401(1) |

Provisos for MACT Subpart ZZZZ – Existing Emergency Firewater Pump

| Fede | rally Enforceable Provisos | Regulations |
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| Appli | cability | |
| 1. | This source is subject to the applicable requirements of ADEM Admin. Code r. 335-3-1603, "Major Source Operating Permits". | Rule 335-3-1603 |
| 2. | This source is subject to the applicable requirements of 40 CFR Part 63 Subpart ZZZZ, "National Emission Standards for Hazardous Air Pollutants for Reciprocating Internal Combustion Engines (RICE)". | 40 CFR Part 63 Subpart ZZZZ |
| 3. | This source is subject to the applicable requirements of Subpart A of 40 CFR Part 63, "General Provisions" as listed in Table 8 of Subpart ZZZZ. | 40 CFR Part 63 Subpart ZZZZ |
| <u>Emis</u> | sion Standards | |
| 1. | This source is subject to the applicable requirements listed in Table 2d of 40 CFR 63 Subpart ZZZZ—National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines. | 40 CFR §63.6603 |
| 2. | The Permittee must operate and maintain this unit according to the manufacturer's emission-related written instructions or develop a maintenance plan which must provide to the extent practicable for the maintenance and operation of the engine in a manner consistent with good air pollution control practice for minimizing emissions. | 40 CFR §63.6625(e)(3) |
| 3. | The firewater pump shall be equipped with a non-resettable hour meter. | 40 CFR §63.6625(f) |
| 4. | This unit may be operated for the purpose of maintenance checks and readiness testing, provided that the tests are recommended by Federal, State or local government, the manufacturer, the vendor, or the insurance company associated with the engine. Maintenance checks and readiness testing of these units are limited to 100 hours per year. There is no time limit on the use of these units in emergency situations. The owner or operator may petition the Administrator for approval of additional hours to be used for maintenance checks and readiness testing, but a petition is not required if the owner or operator maintains records indicating that Federal, State, or local standards require maintenance and testing of emergency ICE beyond | 40 CFR §63.6640(f) |

| Fede | erally Enforceable Provisos | Regulations |
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| | 100 hours per year . This unit may operate up to 50 hours per year in non-emergency situations, but those 50 hours are counted towards the 100 hours per year provided for maintenance and testing. The 50 hours per year for non-emergency situations cannot be used for peak shaving or to generate income for a facility to supply power to an electric grid or otherwise supply non-emergency power as part of a financial arrangement with another entity. Any operation other than emergency operation, maintenance and testing, and operation in non-emergency situations for 50 hours per year, as permitted in 40 CFR 63 Subpart ZZZZ, is prohibited. | |
| 5. | Starting January 1, 2015, this unit must use diesel fuel that meets the requirements of non-road diesel fuel as specified in 40 CFR 80.510(b), except that any diesel fuel purchased prior to January 1, 2015, may be used until depleted. | 40 CFR 60 §63.6604(b) |
| 6. | This unit must minimize the time spent at idle during startup and minimize the engine's startup time to a period needed for appropriate and safe loading of the engine, not to exceed 30 minutes, after which time the emission standards applicable to all times other than startup in Table 2d apply. | 40 CFR 60 §63.6625(h) |
| Com | pliance and Performance Test Methods and Procedures | |
| 1. | Method 9 of 40 CFR (Latest Edition) Part 60, Appendix A shall be used in the determination of the opacity. | Rule 335-3-105 |
| <u>Emis</u> | ssion Monitoring | |
| 1. | The Permittee shall perform the following activities: (a) Change oil and filter every 500 hours of operation or annually, whichever comes first; | 40 CFR Part 63 Subpart ZZZZ Table 2d §63.6625(i) |
| | (b) Inspect oir cleaner every 1 000 hours of operation or | \ |

- (b) Inspect air cleaner every 1,000 hours of operation or annually, whichever comes first;
- (c) Inspect all hoses and belts every 500 hours of operation or annually, whichever comes first, and replace as necessary.

Or utilize an oil analysis program as described in §63.6625(i).

| Fede | rally Enforceable Provisos | Regulations |
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| 2. | If an oil analysis program is utilized for a stationary compression ignition engine, the Permittee must perform the oil analysis at the same frequency specified above for changing the oil. The Permittee must at a minimum analyze the following parameters: Total Base Number, viscosity, and percent water content. The condemning limits for these parameters are as follows: Total Base Number is less than 30 percent of the Total Base Number of the oil when new, viscosity of the oil has changed by more than 20 percent from the viscosity of the oil when new, or percent water content (by volume) is greater than 0.5. If any of the limits are exceed, the Permittee must change the oil within 2 business days of receiving the results of the analysis or before commencing operation, whichever is later. | 40 CFR Subpart ZZZZ §63.6625(i) |
| Reco | rdkeeping and Reporting Requirements | |
| 1. | The Permittee must keep records of the parameters that are analyzed as part of the oil analysis program, the results of the analysis, and the oil changes for the engine. The analysis program must be part of the maintenance plan for the engine. | 40 CFR Subpart ZZZZ §63.6625(i) |
| 2. | The Permittee must keep records of the maintenance conducted on this unit in order to demonstrate that you operated and maintained this unit and after-treatment control device (if any) according to your own maintenance plan or according to manufacturer's written instructions. | 40 CFR §63.6655(e) |
| 3. | The Permittee must keep records of the hours of operation of each engine that is recorded through the non-resettable hour meter. The facility must document how many hours are spent for emergency operation, including what classified the operation as emergency and how many hours are spent for non-emergency operation. | 40 CFR §63.6655(f) |